

AMT



WEEKLY WHEAT REPORT

16 Oct 2023



- <https://www.youtube.com/@AMTrends>



- AMTsettingthetrend



- amt_info



- amtrends.co.za

Spot Price (R/t)
R6 200.00

Spot Price % Change
0.00%



Last Updated:
16 Oct 2023

DEC23 Price (R/t)
R6 095.00

DEC23 Price % Change
-0.16%

Wheat Price Trend (Spot Price)



Exchange Rate

R/US\$
R18.88

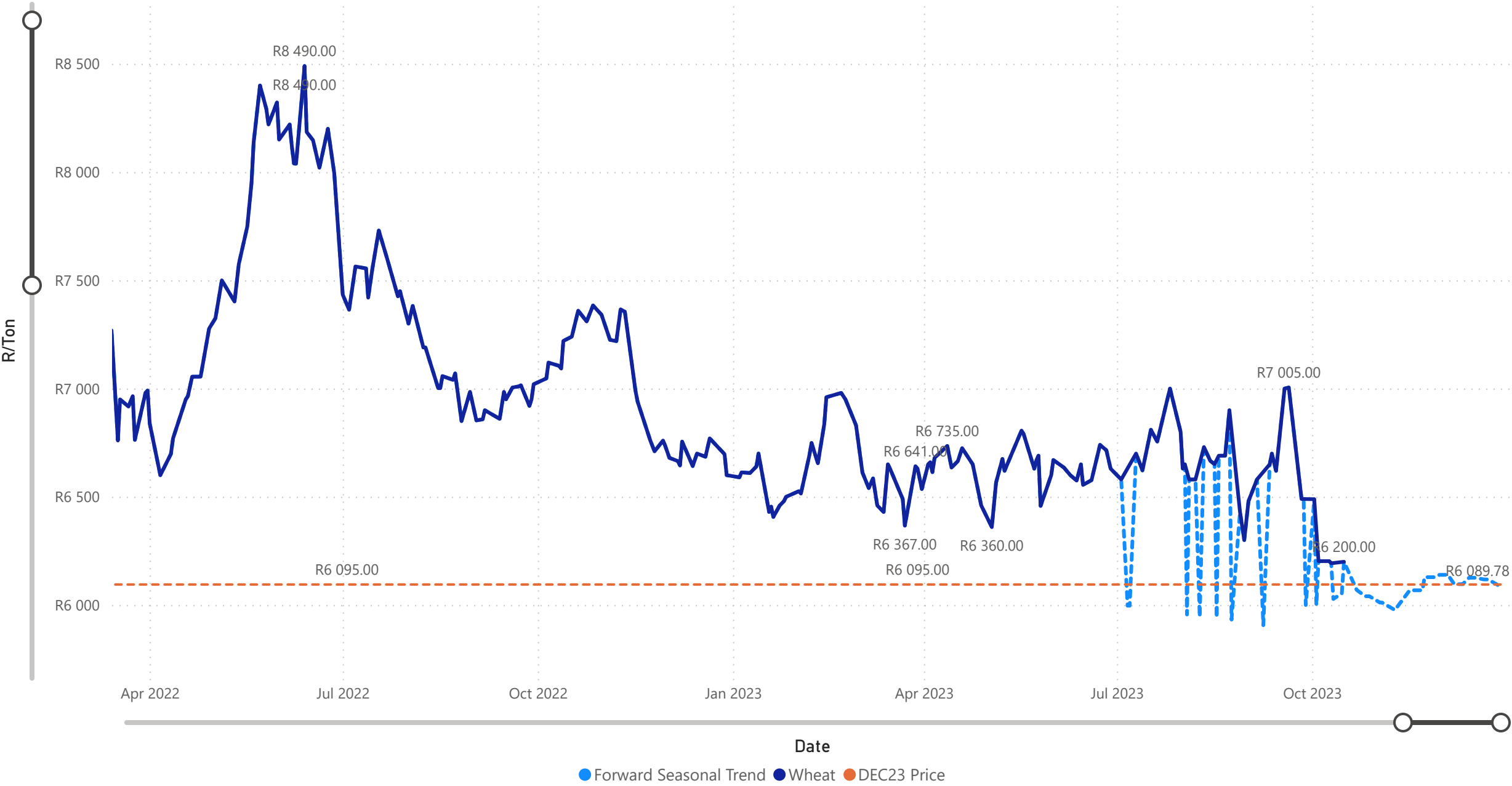
R/US\$ % Change
0.01%

Discussion

Higher US ending stocks. US supply is increased by 85 million bushels, largely due to higher production. Exports remain unchanged at 700 million bushels. US ending stocks were increased by 55 million bushels to 670 million, up 15% from a year ago.

World stocks are reduced by 3.5 million tons to 1.0510 billion, due to reduced production in Australia, Kazakhstan and Ethiopia, partly cancelled out by higher production for the USA. Australia's production is down 1.5 million tonnes to 24.5 million, due to continued dry conditions across most of the growing areas. Exports are reduced for Australia, Brazil and Kazakhstan, and only partly cancelled out by higher Russian exports. Estimated 2023/24 world ending stocks are cut by 0.5 million tonnes to 258.1 million, the lowest since 2015/16.

Forward Seasonal Trend (Spot Price)



Wheat Market Discussion

0 = Bearish / 50 = Neutral / 100 = Bullish

Bearish Factors

Exchange Rate - The South African rand strengthened in early trade on Monday as tensions in the Middle East underpinned the price of oil and put the dollar on the back-foot.

Local Production - None

Demand - US exports are reduced.

North America - US wheat exports are 18% down from prior four-week average.

Australia - None

Black Sea Area - Ukraine might export wheat to China.

World Stocks - Russia's cheap wheat exports continue flooding the market.

Bullish Factors

Exchange Rate - The rand traded weaker last week.

Local Production - None

Demand - China started to buy more global wheat.

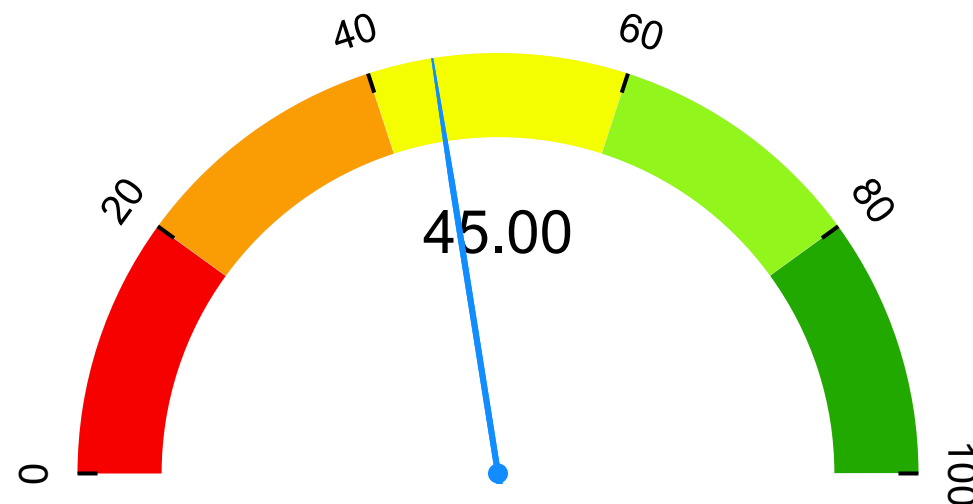
North America - None

Australia - El Nino is already causing severe problems in the Southern Hemisphere. Australia had the driest September on record.

Black Sea Area - Egypt purchased 17.3 million bushels wheat from Russia, Romania and Bulgaria.

World Stocks - Ukraine's total grain exports are 28% lower so far during the 2023/24 marketing year.

Bullish or Bearish Gauge



*The gauge is the opinion of AMT and is NOT an exact measure of where prices will go. This is shown merely to illustrate where we feel the market could go over the next week.

